



3015 (02-09-04)

ANNUAL REPORT

OF

Name: DRUMMOND SANITARY DISTRICT NO 1

Principal Office: P.O. BOX 43
DRUMMOND, WI 54832

For the Year Ended: DECEMBER 31, 1997

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: DRUMMOND SANITARY DISTRICT NO 1**Utility Address:** P.O. BOX 43
DRUMMOND, WI 54832**When was utility organized?** 1/1/1978**Report any change in name:****Effective Date:****Utility Web Site:**

Utility employee in charge of correspondence concerning this report:

Name: JAMES A CRANDALL**Title:** TREASURER**Office Address:**P.O. BOX 43
DRUMMOND, WI 54832**Telephone:** (715) 739 - 6654**Fax Number:** (715) 739 - 6654**E-mail Address:** JCRAN@BUCKY.WIN.BRIGHT.NET

Individual or firm, if other than utility employee, preparing this report:

Name: MARK A VAN VLACK**Title:****Office Address:** MAITLAND SINGLER & VAN VLACK SC
306 WEST THIRD STREET
ASHLAND, WI 54806**Telephone:** (715) 682 - 5544**Fax Number:** (715) 682 - 5545**E-mail Address:** MAVVLACK@WIN.BRIGHT.NET

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: MAITLAND SINGLER & VAN VLACK SC**Title:** CPAS**Office Address:** MAITLAND SINGLER & VAN VLACK SC
306 WEST THIRD STREET
ASHLAND, WI 54806**Telephone:** (715) 682 - 5544**Fax Number:** (715) 682 - 5545**E-mail Address:****Date of most recent audit report:** 3/9/1998**Period covered by most recent audit:** 1997

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: NONE**Title:****Office Address:****Telephone:****Fax Number:****E-mail Address:**

Name of utility commission/committee: BOARD OF COMMISSIONERS

Names of members of utility commission/committee:

DON BANKS

DALE SCHAFER

JIM UNSETH

Is sewer service rendered by the utility? YES**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.077 of the Wisconsin Statutes?** NO**Date of Ordinance:****Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)?** NO

Provide the following information regarding the provider(s) of contract services:

Firm Name:**Contact Person:****Title:****Telephone:****Fax Number:****E-mail Address:**

Contract/Agreement beginning-ending dates:**Provide a brief description of the nature of Contract Operations being provided:**

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	42,488	49,800	1
Operating Expenses:			
Operation and Maintenance Expense (401)	22,068	25,455	2
Depreciation Expense (403)	12,495	12,304	3
Amortization Expense (404)	0		4
Taxes (408)	841	1,080	5
Total Operating Expenses	35,404	38,839	
Net Operating Income	7,084	10,961	
Income from Utility Plant Leased to Others (412-413)	0		6
Utility Operating Income	7,084	10,961	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0		7
Nonoperating Rental Income (418)	0		8
Interest and Dividend Income (419)	2,574	1,826	9
Miscellaneous Nonoperating Income (421)	1,332	7,125	10
Total Other Income	3,906	8,951	
Total Income	10,990	19,912	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0		11
Other Income Deductions (426)	0		12
Total Miscellaneous Income Deductions	0	0	
Income Before Interest Charges	10,990	19,912	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	16,461	17,712	13
Amortization of Debt Discount and Expense (428)	205	205	14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	0		16
Other Interest Expense (431)	0		17
Interest Charged to Construction--Cr. (432)			18
Total Interest Charges	16,666	17,917	
Net Income	(5,676)	1,995	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	(206,042)	(208,037)	19
Balance Transferred from Income (433)	(5,676)	1,995	20
Miscellaneous Credits to Surplus (434)	0		21
Miscellaneous Debits to Surplus--Debit (435)	0		22
Appropriations of Surplus--Debit (436)	0		23
Appropriations of Income to Municipal Funds--Debit (439)	0		24
Total Unappropriated Earned Surplus End of Year (216)	(211,718)	(206,042)	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
Revenues from Utility Plant Leased to Others (412):		
NONE		1
Total (Acct. 412):	0	
Expenses of Utility Plant Leased to Others (413):		
NONE		2
Total (Acct. 413):	0	
Nonoperating Rental Income (418):		
NONE		3
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
INVESTMENTS	2,574	4
Total (Acct. 419):	2,574	
Miscellaneous Nonoperating Income (421):		
NON REGULATED SEWER	1,332	5
Total (Acct. 421):	1,332	
Miscellaneous Amortization (425):		
NONE		6
Total (Acct. 425):	0	
Other Income Deductions (426):		
NONE		7
Total (Acct. 426):	0	
Miscellaneous Credits to Surplus (434):		
NONE		8
Total (Acct. 434):	0	
Miscellaneous Debits to Surplus (435):		
NONE		9
Total (Acct. 435)--Debit:	0	
Appropriations of Surplus (436):		
Detail appropriations to (from) account 215		10
Total (Acct. 436)--Debit:	0	
Appropriations of Income to Municipal Funds (439):		
NONE		11
Total (Acct. 439)--Debit:	0	

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	42,488	0	0	0	42,488	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	42,488	0	0	0	42,488	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	776,788	771,162	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	215,981	203,568	2
Net Utility Plant	560,807	567,594	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	740,928	737,233	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	319,100	302,026	4
Net Nonutility Property	421,828	435,207	
Investment in Municipality (123)	0		5
Other Investments (124)	5,400	7,200	6
Special Funds (125)	27,822	26,358	7
Total Other Property and Investments	455,050	468,765	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	28,348	25,165	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0		10
Customer Accounts Receivable (142)	6,411	10,779	11
Other Accounts Receivable (143)	11,738	12,457	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	6,055	5,926	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	4,751	4,647	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	57,303	58,974	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	2,778	2,983	18
Extraordinary Property Losses (182)	0		19
Other Deferred Debits (183)	0		20
Total Deferred Debits	2,778	2,983	
Total Assets and Other Debits	1,075,938	1,098,316	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	78,974	78,974	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	(211,718)	(206,042)	23
Total Proprietary Capital	(132,744)	(127,068)	
LONG-TERM DEBT			
Bonds (221)	180,000	185,000	24
Advances from Municipality (223)	0		25
Other long-Term Debt (224)	36,017	48,000	26
Total Long-Term Debt	216,017	233,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0		27
Accounts Payable (232)	2,306	2,295	28
Payables to Municipality (233)	0		29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	6,140	6,370	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	8,446	8,665	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0		34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0		36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	984,219	983,719	38
Total Liabilities and Other Credits	1,075,938	1,098,316	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
Plant Accounts:					
Utility Plant in Service (100)	776,788	0	0	0	1
Utility Plant Purchased or Sold (391)					2
Utility Plant in Process of Reclassification (392)					3
Utility Plant Leased to Others (393)					4
Property Held for Future Use (394)					5
Construction Work in Progress (395)					6
Utility Plant Acquisition Adjustments (396)					7
Other Utility Plant Adjustments (397)					8
Total Utility Plant	776,788	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	215,981	0	0	0	9
Total Accumulated Provision	215,981	0	0	0	
Net Utility Plant	560,807	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Depreciation Accruals (Credits) during the year:

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year	203,568				203,568	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	12,495				12,495	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	12,495	0	0	0	12,495	13
Debits during year						14
Book cost of plant retired	82				82	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	82	0	0	0	82	19
Balance End of Year	215,981	0	0	0	215,981	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	737,233	3,695		740,928	1
Other (specify):					
NONE				0	2
Total Nonutility Property (121)	737,233	3,695	0	740,928	
Less accum. prov. depr. & amort. (122)	302,026	17,074		319,100	3
Net Nonutility Property	435,207	(13,379)	0	421,828	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)
Balance first of year	1
Additions:	
Provision for uncollectibles during year	2
Collection of accounts previously written off: Utility Customers	3
Collection of accounts previously written off: Others	4
Total Additions	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	1
Other					0	2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility		2
Sewer utility		3
Gas utility		4
Merchandise		5
Other materials & supplies		6
Total Materials and Supplies	<u>0</u>	<u>0</u>

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
SEWER	116	428	1,567	1
WATER	89	428	1,211	2
Total			2,778	
Unamortized premium on debt (251)				
NONE				3
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	78,974	1
Changes during year (explain):		
NONE		2
Balance end of year	78,974	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
WATER AND SEWER BONDS 1	07/01/1996	08/01/1998	7.00%	5,000	1
WATER AND SEWER BONDS 2	07/02/1996	08/01/1999	7.00%	5,000	2
WATER AND SEWER BONDS 3	07/03/1996	08/01/2000	8.00%	10,000	3
WATER AND SEWER BONDS 4	07/04/1996	08/01/2001	8.00%	10,000	4
WATER AND SEWER BONDS 5	07/05/1996	08/01/2002	8.00%	10,000	5
WATER AND SEWER BONDS 6	07/06/1996	08/01/2003	8.00%	10,000	6
WATER AND SEWER BONDS 7	07/07/1996	08/01/2004	8.00%	10,000	7
WATER AND SEWER BONDS 8	07/08/1996	08/01/2005	8.00%	15,000	8
WATER AND SEWER BONDS 9	07/09/1996	08/01/2006	8.00%	15,000	9
WATER AND SEWER BONDS 10	07/10/1996	08/01/2007	8.00%	15,000	10
WATER AND SEWER BONDS 11	07/11/1996	08/01/2008	8.00%	15,000	11
WATER AND SEWER BONDS 12	07/12/1996	08/01/2009	8.00%	20,000	12
WATER AND SEWER BONDS 13	07/13/1996	08/01/2010	8.00%	20,000	13
WATER AND SEWER BONDS 14	07/14/1996	08/01/2011	8.00%	20,000	14
Total Bonds (Account 221):				180,000	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
STATE BANK OF DRUMMOND	08/21/1996	08/12/1998	5.00%	36,017	1
Total for Account 224				36,017	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year		1
Accruals:		
Charged water department expense	841	2
Charged electric department expense		3
Charged sewer department expense	768	4
Other (explain):		
NONE		5
Total Accruals and other credits	1,609	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	1,535	7
PSC Remainder Assessment	74	8
Other (explain):		
NONE		9
Total payments and other debits	1,609	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
WATER	2,419	5,746	5,806	2,359	1
SEWER	3,629	8,619	8,709	3,539	2
Subtotal	6,048	14,365	14,515	5,898	
Advances from Municipality (223)					
NONE				0	3
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
WATER	322	2,096	2,176	242	4
SEWER				0	5
Subtotal	322	2,096	2,176	242	
Notes Payable (231)					
NONE				0	6
Subtotal	0	0	0	0	
Total	6,370	16,461	16,691	6,140	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	503,567			480,152		983,719	1
Add credits during year:							
For Services				500		500	2
For Mains						0	3
Other (specify):							
NONE						0	4
Deduct charges (specify):							
NONE						0	5
Balance End of Year	503,567	0	0	480,652	0	984,219	
Amount of federal and state grants in aid received for utility construction included in End of Year totals						0	6

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
CONTRIBUTION ON AID OF CONSTRUCTION	5,400	2
Total (Acct. 124):	5,400	
Special Funds (125):		
BOND REDEMPTION	27,822	3
Total (Acct. 125):	27,822	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	6,411	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	6,411	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	11,738	9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	11,738	
Receivables from Municipality (145):		
BAYFIELD TAX ROLL	6,055	12
Total (Acct. 145):	6,055	
Prepayments (165):		
PREPAID INSURANCE	938	13
ENGINEERING FEES	3,813	14
Total (Acct. 165):	4,751	
Extraordinary Property Losses (182):		
NONE		15
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)
Other Deferred Debits (183):	
NONE	16
Total (Acct. 183):	0
Payables to Municipality (233):	
NONE	17
Total (Acct. 233):	0
Other Deferred Credits (253):	
NONE	18
Total (Acct. 253):	0

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include property held for future use or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service	773,975	0	0	0	773,975	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation	209,774	0	0	0	209,774	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	503,567	0	0	0	503,567	6
Other (specify):					0	7
Average Net Rate Base	60,634	0	0	0	60,634	
Net Operating Income	7,084	0	0	0	7,084	8
Net Operating Income as a percent of						
Average Net Rate Base	11.68%	N/A	N/A	N/A	11.68%	

RETURN ON PROPRIETARY CAPITAL COMPUTATION

1. The data used in calculating proprietary capital are averages.
2. Calculate those averages by summing the first-of-year and end-of-year figures for each account and then dividing by two.

Description (a)	Amount (b)	
Average Proprietary Capital		
Capital Paid in by Municipality	78,974	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	(208,880)	3
Other (Specify):		4
Total Average Proprietary Capital	(129,906)	
Net Income		
Net Income	(5,676)	5
Percent Return on Proprietary Capital	N/A	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Accumulated Provision for Depreciation and Amortization of Utility Plant (Page F-07)

October 28, 1998

Mr. James A. Crandall, Treasurer
Drummond Sanitary District No. 1
P.O. Box 43
Drummond, WI 54832-0043

Re: Review of Depreciation Expense in 1997 Annual Report File DWCCA-1685-JPL

Dear Mr. Crandall:

Paragraph No. 3 of our letter dated August 6, 1996, with regard to analytical review of the 1995 annual report, authorized a revised schedule of depreciation rates which was enclosed with that letter, to be effective on January 1, 1997. Based upon depreciation accruals on page F-7, lines 4 through 9, these revised rates were apparently not used during 1997. Enclosed with this letter is a copy of the new depreciation rates. Please note that these depreciation rates should be used beginning in 1998. If you have any questions, please feel free to contact me at (608) 266-1282.

Sincerely,

James P. Luckow
Depreciation Specialist
Division of Water, Compliance, and Consumer Affairs

JPL:tlk:w:\compl\luckow\other\letters\drummond.doc

Enclosure

Bonds (Acct. 221) (Page F-13)

ISSUE DATES IN COLUMN B ARE FICTITIOUS AS NONE WERE PROVIDED.

Signature Page (Page ii)

Report filed manually by utility. Revised to conform to system, keyed & edited by PSC staff.

4/9/98
PJL

FINANCIAL SECTION FOOTNOTES

Identification and Ownership (Page iv)

May 29, 1998

Mr. James Crandall, Treasurer
Drummond Sanitary District. 1
P.O. Box 43
Drummond, WI 54832-0043

Re: 1997 Analytical Review DWCCA-1685-PJL

Dear Mr. Crandall:

The Public Service Commission (Commission) is in the process of completing an analytical review of your utility's 1997 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. Please provide the interest rate, column (d) of the Bonds Schedule on page F-13, for the Water & Sewer Bonds reported on line 2.
2. On our copy of the Pumping & Power Equipment Schedule on page W-12, several of the lines in column (c) for Unit B were left blank. Please provide a completed copy of page W-12.
3. During our review of the Classification of All Meters at End of Year by Customers Schedule on page W-16, we noted that on line 2 the 78 $\frac{3}{4}$ " residential meters in column (i) plus the 6 commercial meters in column (j) plus the 3 public authority meters in column (l) plus the 21 in stock and deduct meters in column (n) do not total to the 107 total reported in column (o). Please provide a corrected copy of page W-16 noting that the totals in column (f) of the Meters Schedule at the top of the page must equal the totals by size in column (o).
4. The Commission is now using a computerized system to build an annual report database. It is, therefore, important to have a complete and correct annual report. The following changes have been made in our copy of your annual report. Please confirm these changes or indicate the necessary corrections:

Page
Lines
Column
Reported As
Should Be

F-1 24 b & c (5,676) & 1995 Blank
F-19 1 b & f 768,976 773,975
F-19 8 b & f 502,917 503,567

FINANCIAL SECTION FOOTNOTES

F-19 Ave. Net Rate Base b & f 56,284 60,633
F-19 % of Ave. Net Rate Base b & f 12.59 11.68
W-15 1 - 11 a C M

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 267-9198. Please respond within 30 days of this letter. If we have no questions regarding your response, you can consider the review closed.

Sincerely,

Peter J. Leege
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

PJL:W:\COMPL\LEEGE\1685 ar/ssa

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sales of Water		
Sales of Water (460-467)	42,133	1
Total Sales of Water	42,133	
Other Operating Revenues		
Forfeited Discounts (470)	306	2
Other Water Revenues (474)	49	3
Amortization of Construction Grants (475)	0	4
Total Other Operating Revenues	355	
Total Operating Revenues	42,488	
Operation and Maintenance Expenses		
Plant Operation and Maintenance Expenses (600-660)	13,249	5
General Operating Expenses (680-690)	8,819	6
Total Operation and Maintenance Expenses	22,068	
Other Operating Expenses		
Depreciation Expense (403)	12,495	7
Amortization Expense (404)		8
Taxes (408)	841	9
Total Other Operating Expenses	13,336	
Total Operating Expenses	35,404	
NET OPERATING INCOME	7,084	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Bulk sales should be account 460.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	105	2,918	13,529	4
Commercial	17	1,700	5,132	5
Industrial	2	2,018	3,685	6
Total Metered Sales to General Customers (461)	124	6,636	22,346	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		17,952	8
Other Sales to Public Authorities (464)	9	675	1,835	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	134	7,311	42,133	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1)	17,952	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	17,952	
Forfeited Discounts (470):		
MISCELLANEOUS	306	5
Total Forfeited Discounts (470)	306	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department		6
Other (specify):		
Misc.	49	7
Total Other Water Revenues (474)	49	
Amortization of Construction Grants (475):		
NONE		8
Total Amortization of Construction Grants (475)	0	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	6,018	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	2,651	3
Chemicals (630)		4
Supplies and Expenses (640)	2,579	5
Repairs of Water Plant (650)	1,740	6
Transportation Expenses (660)	261	7
Total Plant Operation and Maintenance Expenses	13,249	
GENERAL OPERATING EXPENSES		
Administrative and General Salaries (680)	3,992	8
Office Supplies and Expenses (681)	1,176	9
Outside Services Employed (682)	800	10
Insurance Expense (684)	1,492	11
Employees Pensions and Benefits (686)	931	12
Regulatory Commission Expenses (688)		13
Miscellaneous General Expenses (689)	428	14
Uncollectible Accounts (690)		15
Total General Operating Expenses	8,819	
Total Operation and Maintenance Expenses	22,068	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Property Tax Equivalent			1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			2
Net property tax equivalent		0	
Social Security		767	3
PSC Remainder Assessment		74	4
Other (specify): NONE			5
Total tax expense		841	

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)	763		3
Total Intangible Plant	763	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)	3,374		6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)	12,917		8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	16,291	0	
PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)	17,910	2,823	13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)	26,025	520	17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)	7,275		20
Total Pumping Plant	51,210	3,343	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)	2,668	220	23
Total Water Treatment Plant	2,668	220	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	2,935		24
Structures and Improvements (341)	9,683		25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			763	3
Total Intangible Plant	0	0	763	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			0	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			3,374	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			12,917	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	16,291	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			20,733	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			26,545	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			7,275	20
Total Pumping Plant	0	0	54,553	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			2,888	23
Total Water Treatment Plant	0	0	2,888	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			2,935	24
Structures and Improvements (341)			9,683	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)	274,683		26
Transmission and Distribution Mains (343)	318,312		27
Fire Mains (344)			28
Services (345)	42,208		29
Meters (346)	10,575	189	30
Hydrants (348)	38,005		31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	696,401	189	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)	757		35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)	3,072	1,956	38
Other Tangible Property (390)			39
Total General Plant	3,829	1,956	
Total utility plant in service directly assignable	771,162	5,708	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	771,162	5,708	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)			274,683 26
Transmission and Distribution Mains (343)			318,312 27
Fire Mains (344)			0 28
Services (345)			42,208 29
Meters (346)	82		10,682 30
Hydrants (348)			38,005 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	82	0	696,508
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			757 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			5,028 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	5,785
Total utility plant in service directly assignable	82	0	776,788
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	82	0	776,788

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			847	847	1
February			768	768	2
March			815	815	3
April			723	723	4
May			711	711	5
June			695	695	6
July			608	608	7
August			627	627	8
September			632	632	9
October			771	771	10
November			953	953	11
December			709	709	12
Total for year	0	0	8,859	8,859	
Less: Measured or estimated water used in main flushing and water treatment during year				109	13
Less: Other utility use				86	14
Other utility use explanation: OTHER					15
Water pumped into distribution system				8,664	16
Less: Water sold				7,311	17
Losses and unaccounted for				1,353	18
Percent unaccounted for to the nearest whole percent (%)				16%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				280,000	21
Date of maximum: 11/25/1997					22
Cause of maximum: RECALIBRATING TANK					23
Minimum gallons pumped by all methods in any one day during reporting year					24
Date of minimum: 9/9/1997					25
Total KWH used for pumping for the year				15,429	26
If water is purchased:Vendor Name:					27
Point of Delivery:					28

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELLHOUSE	1	97	10	280,000	Yes	1

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1		1
Location	MAIN WELL HOUSE		2
Purpose	P		3
Destination	R		4
Pump Manufacturer	RED JACKET		5
Year Installed	1989		6
Type	VERTICAL TURBINE		7
Actual Capacity (gpm)	1		8
Pump Motor or Standby Engine Mfr	BERKLEY		10
Year Installed	1989		11
Type	ELECTRIC		12
Horsepower	20		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			22
Year Installed			23
Type			24
Horsepower			25
			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1		1
RESERVOIRS, STANDPIPES			2
OR ELEVATED TANKS			3
Type: R (reservoir), S (standpipe)			4
or ET (elevated tank)	ET		5
Year constructed	1978		6
Primary material (earthen, steel,			7
concrete, other)	STEEL		8
Elevation difference in feet			9
(See Headnote 3.)	130		10
Total capacity in gallons	200,000		11
WATER TREATMENT PLANT			12
Disinfection, type of equipment			13
(gas, liquid, powder, other)	OTHER		14
Points of application			15
(wellhouse, central facilities,			16
booster station, other)	OTHER		17
Filters, type (gravity, pressure,			18
other, none)	NONE		19
Rated capacity of filter plant			20
(m.g.d.) (note: 1,200,000 gal/day			21
= 1.2 m.g.d.)	1.0000		22
Is a corrosion control chemical			23
used (yes, no)?	Y		24
Is water fluoridated (yes, no)?	N		25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
P	D	6.000	9,714				9,714
P	D	8.000	9,400				9,400
P	S	8.000	26				26
M	D	12.000	871				871
Total Within Municipality			20,011	0	0	0	20,011
Total Utility			20,011	0	0	0	20,011

1
2
3
4

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	113				113	20	1
M	1.000	4				4		2
M	1.250	2				2		3
M	1.500	11				11	4	4
M	2.000	1				1		5
M	3.000	1				1		6
Total Utility		132	0	0	0	132	24	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.750	114			(7)	107	15	1
1.000	6				6	2	2
1.250	2				2		3
1.500	10	1	1	1	11	1	4
2.000	2				2		5
3.000	1				1		6
Total:	135	1	1	(6)	129	18	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.750	78	6		3		20	107	1
1.000		4				2	6	2
1.250		2					2	3
1.500		3	3	3		2	11	4
2.000		1				1	2	5
3.000				1			1	6
Total:	78	16	3	7	0	25	129	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality					0	1
Within Municipality	42				42	2
Total Fire Hydrants	42	0	0	0	42	
Flushing Hydrants						
					0	3
Total Flushing Hydrants	0	0	0	0	0	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	42
Number of distribution system valves end of year:	87
Number of distribution valves operated during year:	44

WATER OPERATING SECTION FOOTNOTES

NONE